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Form (5-A)
Sr No.
Date

THE REPUBLIC OF THE UNION OF MYANMAR

The Myanmar Investment Commission

ENDORSEMENT

Endorsement No. 031/2017 Date 25 July 2017

This endorsement is issued by the Myanmar Investment Commission according to the section 25, sub-section (d) of the Myanmar Investment Law-

(1) Name of Investor MR. JEROEM HERMS

(2) Citizenship NETHERLANDS

(3) Residence Address 1601 F BUILDING MINGMEN, YABAO XIN CHENG, HUADU DISTRICT, GUANGZHOU CITY, PEOPLE'S REPUBLIC OF CHINA

(4) Name and Address of Principal -

(5) Place of Incorporation -

(6) Type of business MANUFACTURING OF VARIOUS KIND OF BAGS ON CMP BASIS

(7) Place(s) of investment Project PLOT NO. 251/A, INDUSTRIAL ZONE (2), HLAING THAR YAR TOWNSHIP, YANGON REGION

(8) Amount of Foreign Capital US$ 1.217 MILLION

(9) Period for Foreign Capital to be brought in WITHIN ONE YEAR FROM THE DATE OF ISSUANCE OF ENDORSEMENT

(10) Total Amount of Capital (Kyat) EQUIVALENT IN KYAT OF US$ 1.217 MILLION

(11) Construction/ Preparation Period 1 YEAR

(12) Validity of Endorsement 25 YEARS

(13) Form of Investment WHOLLY FOREIGN OWNED

(14) Name of Company Incorporated in Myanmar BSK LEATHER MYANMAR COMPANY LIMITED

Chairman
The Myanmar Investment Commission

ပုံစံ (၅-က)

ပြည်ထောင်စုသမ္မတမြန်မာနိုင်ငံတော်
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်
အတည်ပြုမိန့်

အတည်ပြုမိန့်အမှတ် ၀၃၁/၂၀၁၇ ၂၀၁၇ ခုနှစ် ဇူလိုင်လ ၂၄ ရက်

မြန်မာနိုင်ငံ ရင်းနှီးမြှုပ်နှံမှု ကော်မရှင်သည် မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုဥပဒေပုဒ်မ-၂၅ (ဃ) အရ ဤအတည်ပြုမိန့်ကိုထုတ်ပေးလိုက်သည် -

(၁) ရင်းနှီးမြှုပ်နှံသူအမည် MR. JEROEM HERMS

(၂) နိုင်ငံသား NETHERLANDS

(၃) နေရပ်လိပ်စာ 1601 F Building Mingmen, Yabao Xin Cheng, Huadu District, Guangzhou City, People's Republic of China

(၄) ပင်မအဖွဲ့အစည်းအမည်နှင့် လိပ်စာ -

(၅) ဖွဲ့စည်းရာအရပ် -

(၆) ရင်းနှီးမြှုပ်နှံသည့်လုပ်ငန်းအမျိုးအစား CMP စနစ်ဖြင့် အိတ်အမျိုးမျိုး ချုပ်လုပ်ခြင်းလုပ်ငန်း

(၇) ရင်းနှီးမြှုပ်နှံသည့်အရပ်ဒေသ(များ) မြေကွက်အမှတ်- ၂၅၁/က၊ စက်မှုဇုန်(၂)၊ လှိုင်သာယာမြို့နယ်၊ ရန်ကုန်တိုင်းဒေသကြီး

(၈) နိုင်ငံခြားမတည်ငွေရင်းပမာဏ အမေရိကန်ဒေါ်လာ ၁.၂၁၇ သန်း

(၉) နိုင်ငံခြားမတည်ငွေရင်းယူဆောင်လာရမည့်ကာလ အတည်ပြုမိန့်ရရှိသည့်နေ့မှ ၁ နှစ် အတွင်း

(၁၀) စုစုပေါင်း မတည်ငွေရင်းပမာဏ(ကျပ်) အမေရိကန်ဒေါ်လာ ၁.၂၁၇ သန်းနှင့် ညီမျှသော မြန်မာကျပ်ငွေ

(၁၁) တည်ဆောက်မှု/ပြင်ဆင်မှုကာလ ၁ နှစ်

(၁၂) အတည်ပြုမိန့်သက်တမ်း ၂၅ နှစ်

(၁၃) ရင်းနှီးမြှုပ်နှံမှုပုံစံ ရာနိုင်နှုန်းပြည့်နိုင်ငံခြားရင်းနှီးမြှုပ်နှံမှု

(၁၄) မြန်မာနိုင်ငံတွင် ဖွဲ့စည်းမည့် ကုမ္ပဏီအမည် BSK LEATHER MYANMAR COMPANY LIMITED

24.7.17

ဥက္ကဋ္ဌ
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်

THE REPUBLIC OF THE UNION OF MYANMAR

MYANMAR INVESTMENT COMMISSION

No.1, Thitsar Road, Yankin Township, Yangon

Tel: 01- 658128 Our ref : MIC-3/E-11/2017(012)

Fax: 01-658141 Date : 24 July 2017

Subject: **Decision of the Myanmar Investment Commission on the Endorsement for "Manufacturing of various kind of bags on CMP Basis" under the name of BSK Leather Myanmar Company Limited**

Reference: BSK Leather Myanmar Company Limited letter dated 1st June 2017

1. The Myanmar Investment Commission, at its meeting (10/2017) held on 11th July 2017, approved the Endorsement for investment in "Manufacturing of various kind of bags on CMP Basis" under the name of BSK Leather Myanmar Company Limited submitted by BSK fashion development Company Limited (50%) from People's Republic of China and Mr.Jeroen Herms (50%) from the Netherlands as a wholly foreign owned investment in accordance with the Myanmar Investment Law and Rules.

2. The terms and conditions of the "Endorsement" are stated in the following paragraphs:

(a) The term of an Endorsed project shall be twenty-five (25) years commencing from the date of the issuance of the Endorsement by the Myanmar Investment Commission.

(b) The terms of the Lease Agreement for Land and Building shall be five (5) years commencing from the date of signing of the Lease Agreement between Daw Aint Aint Aung (Lessor) and BSK Leather Myanmar Company Limited (Lessee) and extendable for ten (10) years in two (2) times respectively by mutual

agreement between the Lessor and the Lessee subject to the approval of the Myanmar Investment Commission.

(c) The annual rent for the Land and Building shall be US$ 106,154 (United States Dollar one hundred and six thousand, one hundred and fifty-four only) calculated at the rate of US$ 26.23 per square meter per year of the land and building measuring 1 acres (4046.6 square meter). The rate of the rent shall be revised in view of the prevailing land lease rate after every five year period and the increase of the rent shall not be more than 10% of the previous annual rent.

(d) BSK Leather Myanmar Company Limited, which has obtained this Endorsement for enjoyment of exemptions and reliefs under sections 75, 77 and 78 of the Chapter XVIII of Myanmar Investment Law, may submit the application form.

(e) BSK Leather Myanmar Company Limited shall use its best efforts to achieve a timely realization of the work stated in the Endorsement application.

(f) BSK Leather Myanmar Company Limited shall obey and respect the responsibilities of investors under section 65 of Myanmar Investment Law and Chapter XX of Myanmar Investment Rules.

(g) BSK Leather Myanmar Company Limited shall carry out prevention, mitigation and monitoring of significant social impact assessments according to the type of investment activities in accordance with the relevant laws, rules, regulations and procedures.

(h) BSK Leather Myanmar Company Limited shall submit to the Commission any transfer of shares or transfer of the business, to any person during the investment period in accordance with section 72

of Myanmar Investment Law and rule 191 of Myanmar Investment Rules.

(i) If BSK Leather Myanmar Company Limited which has benefitted from the Endorsement or exemption and reliefs shall submit an annual report in the prescribed form to the Commission within three (3) months of the end of the financial year in accordance with rule 196 of Myanmar Investment Rules and shall publish a summary of the report on its website or the Commission's website.

(j) BSK Leather Myanmar Company Limited must, during the operation period under the Endorsement of the Commission, submit its operating report quarterly in the prescribed form in accordance with rule 197 of Myanmar Investment Rules.

3. BSK Leather Myanmar Company Limited shall submit five (5) copies of all approvals, licences, permits and similar authorizations relevant to the initial implementation of the investment and the Lease Agreement for Land and Building to the Commission.

24.7.17

(Kyaw Win)
Chairman

BSK Leather Myanmar Company Limited

cc: 1. Office of the Government of the Republic of the Union of Myanmar
2. Ministry of Home Affairs
3. Ministry of Natural Resources and Environmental Conservation
4. Ministry of Labour, Immigration and Population
5. Ministry of Industry
6. Ministry of Commerce

7. Ministry of Planning and Finance
8. Chairman, CMP Enterprises Supervision Committee
9. Office of the Yangon Region Government
10. Director General, Department of Environmental Conservation
11. Director General, Directorate of Labour
12. Director General, Department of Immigration
13. Director General, Directorate of Industrial Supervision and Inspection
14. Director General, Department of Trade
15. Director General, Directorate of Investment and Company Administration
16. Director General, National Archives Department
17. Director General, Customs Department
18. Director General, Internal Revenue Department